

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
STAGHORN ENERGY, LLC TO INJECT
PRODUCED WATER FROM MULTIPLE
FORMATIONS FROM NEARBY PRODUCING
WELLS INTO THE SUNDHEIM 23-4 #1H WELL
IN THE NWNW OF SECTION 23, T24N-R59E,
RICHLAND COUNTY, MONTANA (NORTH FORK FIELD).
THE PRODUCED WATER WILL BE INJECTED INTO THE
MUDDY, DAKOTA AND LAKOTA FORMATIONS AT
DEPTHS FROM 4950 FEET TO 5585 FEET.

ORDER NO. 200-2003

Docket No. 246-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana, that the application of Staghorn Energy, LLC is granted as applied for.

BOARD ORDER NO. 200-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
MONTANA LAND & EXPLORATION, INC. FOR
AN ORDER AUTHORIZING APPLICANT TO DRILL
AND PRODUCE ITS PROPOSED ML&E ET AL CHERRY
PATCH 9-12 EAGLE FORMATION TEST WELL
APPROXIMATELY 1740' FSL AND 546' FEL OF
SECTION 12, T34N-R21E, BLAINE COUNTY, MONTANA,
AS AN EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 201-2003

Docket No. 247-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Board member Jack King recused himself. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the motion in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Montana Land & Exploration, Inc. is authorized to drill and produce its ML&E et al Cherry Patch 9-12 Eagle Formation test well 1693' FSL and 487' FEL of Section 12, T34N-R21E, Blaine County, Montana, as an exception to A.R.M. 36.22.702.

BOARD ORDER NO. 201-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
GRIFFON PETROLEUM, INC. TO DRILL AN
ADDITIONAL EAGLE FORMATION NATURAL
GAS WELL WITHIN THE FOLLOWING DESCRIBED
LANDS: LOTS 6 & 7, E½SW¼, SE¼ (S½) OF
SECTION 6 AND LOTS 1 & 2, E½NW¼, NE¼ (N½)
OF SECTION 7 BOTH IN T33N-R11E, HILL COUNTY,
MONTANA. APPLICANT BELIEVES THE EXISTING
GAS WELL IN SAID SPACING UNIT DOES NOT
PROVIDE FOR ADEQUATE DRAINAGE AND
PROPOSES TO DRILL AN ADDITIONAL WELL
AT A LOCATION 1650' FEL AND 1650' FSL OF
SAID SECTION 6 AS DESCRIBED ABOVE.
[NORTH GILDFORD FIELD]

ORDER NO. 202-2003

Docket No. 248-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Griffon Petroleum, Inc. is authorized to drill its Eagle Formation natural gas well 1650' FWL and 1650' FSL of Section 6, T33N-R11E, Hill County, Montana.

BOARD ORDER NO. 202-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
MOUNTAIN PACIFIC GENERAL, INC. TO
ENLARGE THE HARDPAN FIELD AS
ESTABLISHED BY BOARD ORDERS 145-81
AND 131-82 TO INCLUDE ALL OF SECTION 3,
T26N-R3E AND ALL OF SECTIONS 17 AND 29,
T27N-R3E, CHOUTEAU COUNTY, MONTANA.

ORDER NO. 203-2003

Docket No. 249-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Sections 17 and 29, T27N-R3E, Chouteau County, Montana, are included within the Hardpan Field and are subject to the Hardpan Field rules.

IT IS FURTHER ORDERED that Section 3, T26N-R3E, Chouteau County, Montana, will be included within in the Hardpan Field but with 320-acre spacing units oriented north-south with wells to be located in the following manner: two wells in the east half of said section and two wells in the west half of said section with 660-foot setbacks from the section lines, a 1200-foot inter-well distance and a 75-foot tolerance in any direction for topographic reasons

BOARD ORDER NO. 203-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
D.L. INC. FOR AN INJECTION WELL PERMIT
FOR ITS TRANEL 24-25 WELL IN SECTION 24,
T11N-R24E, MUSSELSHELL COUNTY, MONTANA,
TO INJECT WATER INTO THE HEATH FORMATION.
SAID WATER IS PRODUCED WATER FROM THREE
WELLS IN SECTIONS 25 AND 26, T11N-R24E IN
MUSSELSHELL COUNTY. [DEVIL'S BASIN FIELD]

ORDER NO. 204-2003

Docket No. 252-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of D.L. Inc. is granted as applied for.

BOARD ORDER NO. 204-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
D.L. INC. FOR PERMIT TO INJECT WATER
INTO THE HEATH FORMATION THROUGH
ITS TRANEL 25-77 WELL LOCATED IN
SECTION 25, T11N-R24E, MUSSELSHELL
COUNTY, MONTANA. THE WATER TO BE
INJECTED IS PRODUCED WATER FROM THREE
WELLS IN SECTIONS 25 AND 26, T11N-R24E,
IN MUSSELSHELL COUNTY. [DEVIL'S BASIN FIELD]

ORDER NO. 205-2003

Docket No. 253-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of D.L. Inc. is granted as applied for.

BOARD ORDER NO. 205-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
D.L. INC. FOR PERMISSION TO CONVERT ITS
TRANEL 22-87 WELL IN SECTION 22, T11N-R24E,
MUSSELSHELL COUNTY, MONTANA, TO AN
INJECTION WELL FOR THE PURPOSE OF INJECTING
PRODUCED WATER INTO THE HEATH FORMATION
FROM WELLS IN SECTIONS 25 AND 26, T11N-R24E,
IN MUSSELSHELL COUNTY. [DEVIL'S BASIN FIELD]

ORDER NO. 206-2003

Docket No. 254-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of D.L. Inc. is granted as applied for.

BOARD ORDER NO. 206-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
J. BURNS BROWN OPERATING COMPANY
TO DRILL AN ADDITIONAL EAGLE GAS WELL
IN SECTION 16, T34N-R18E, BLAINE COUNTY,
MONTANA, AT A LOCATION 2325' FNL AND
2250' FWL OF SAID SECTION 16 WITH A 75-FOOT
TOLERANCE IN ANY DIRECTION AS AN EXCEPTION
TO A.R.M. 36.22.702.

ORDER NO. 207-2003

Docket No. 256-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the Conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.

2. The evidence indicates that granting the application in the manner hereafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of J. Burns Brown Operating Company is granted as applied for.

BOARD ORDER NO. 207-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
J. BURNS BROWN OPERATING COMPANY
TO DRILL AN ADDITIONAL EAGLE GAS WELL
IN THE SPACING UNIT COMPRISED OF
SECTION 24, T34N-R17E, BLAINE COUNTY,
MONTANA, AT A LOCATION 2400' FNL AND
2620' FWL OF SAID SECTION 24 WITH A 75-FOOT
TOLERANCE IN ANY DIRECTION AS AN
AMENDMENT TO BOARD ORDER 180-2002.

ORDER NO. 208-2003

Docket No. 257-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of J. Burns Brown Operating Company is granted as applied for.

BOARD ORDER NO. 208-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
J. BURNS BROWN OPERATING COMPANY
TO DRILL AN ADDITIONAL EAGLE GAS
WELL IN THE SPACING UNIT COMPRISED
OF THE S½ OF SECTION 20, T32N-R19E,
BLAINE COUNTY, MONTANA, AT A LOCATION
2350' FWL AND 400' FSL OF SAID SECTION 20
WITH A 75-FOOT TOLERANCE IN ANY DIRECTION
EXCEPT SOUTH FOR TOPOGRAPHIC REASONS AS
AN EXCEPTION TO THE BLACK COULEE FIELD RULES.

ORDER NO. 209-2003

Docket No. 258-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the Conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of J. Burns Brown Operating Company is granted as applied for.

BOARD ORDER NO. 209-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
J. BURNS BROWN OPERATING COMPANY
TO DESIGNATE THE S½ OF SECTION 12,
T33N-R14E AND THE N½ OF SECTION 13,
T33N-R14E, HILL COUNTY, MONTANA,
AS A 640-ACRE TEMPORARY SPACING UNIT
FOR THE EAGLE FORMATION AND PERMITTING
THE DRILLING OF AN EAGLE FORMATION GAS
WELL 100' FSL AND 2200' FWL OF SAID SECTION 12
WITH A 75-FOOT TOLERANCE IN ANY DIRECTION
FOR TOPOGRAPHIC REASONS AS AN EXCEPTION
TO A.R.M. 36.22.702.

ORDER NO. 210-2003

Docket No. 259-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of J. Burns Brown Operating Company is granted as applied for.

BOARD ORDER NO. 210-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
J. BURNS BROWN OPERATING COMPANY
TO DRILL AN EAGLE GAS WELL IN THE
SPACING UNIT COMPRISED OF THE NW¼
OF SECTION 23, T34N-R14E, HILL COUNTY,
MONTANA, 2150' FNL AND 660' FWL OF
SAID SECTION 23 WITH A 75-FOOT TOLERANCE
IN ANY DIRECTION EXCEPT WEST FOR TOPOGRAPHIC
REASONS AS AN EXCEPTION TO THE BROWN'S
COULEE FIELD RULES ESTABLISHED BY BOARD ORDER 7-74.

ORDER NO. 211-2003

Docket No. 260-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.

2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of J. Burns Brown Operating Company is granted as applied for.

BOARD ORDER NO. 211-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
J. BURNS BROWN OPERATING COMPANY TO
DRILL AN ADDITIONAL EAGLE GAS WELL IN
THE SPACING UNIT COMPRISED OF THE SW¹/₄
OF SECTION 35, T34N-R14E, HILL COUNTY,
MONTANA, 2050' FSL AND 850' FWL OF SAID
SECTION 35 WITH A 75-FOOT TOLERANCE IN
ANY DIRECTION EXCEPT WEST FOR TOPOGRAPHIC
REASONS AS AN EXCEPTION TO THE BROWN'S
COULEE FIELD RULES ESTABLISHED BY BOARD ORDER 7-74.

ORDER NO. 212-2003

Docket No. 261-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. Prior to hearing the application was modified to clarify that the proposed well was not an additional well in the spacing unit and that the request was limited to approval of a well at an exception location.
3. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of J. Burns Brown Operating Company is granted as applied for.

BOARD ORDER NO. 212-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
J. BURNS BROWN OPERATING COMPANY
TO DESIGNATE THE S½NE¼, N½SE¼ OF
SECTION 25, T34N-R14E AND THE S½NW¼,
N½SW¼ OF SECTION 30, T34N-R15E, HILL
COUNTY, MONTANA, AS A 320-ACRE
PERMANENT SPACING UNIT FOR THE EAGLE
FORMATION AND TO PERMIT THE DRILLING
OF AN EAGLE FORMATION GAS WELL 2300'
FNL AND 50' FEL OF SAID SECTION 25 WITH
A 100-FOOT TOLERANCE IN ANY DIRECTION
EXCEPT EAST FOR TOPOGRAPHIC REASONS
AS AN EXCEPTION TO A.R.M. 36.22.702 AND
BOARD ORDER 55-2003.

ORDER NO. 213-2003

Docket No. 262-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. Applicant stipulated that said well will not be drilled prior to October 15, 2003.
3. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of J. Burns Brown Operating Company is granted as applied for.

BOARD ORDER NO. 213-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
J. BURNS BROWN OPERATING COMPANY
TO DESIGNATE THE N½ OF SECTION 19,
T33N-R17E, HILL COUNTY, MONTANA, AS
A 320-ACRE TEMPORARY SPACING UNIT
FOR THE EAGLE FORMATION AND TO PERMIT
THE DRILLING OF AN EAGLE FORMATION GAS
WELL NOT LESS THAN 660 FEET FROM THE
EXTERIOR BOUNDARIES OF SAID UNIT AS AN
EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 214-2003

Docket No. 263-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.

2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of J. Burns Brown Operating Company is granted as applied for.

BOARD ORDER NO. 214-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
J. BURNS BROWN OPERATING COMPANY
TO DESIGNATE THE SW¼ OF SECTION 23,
T34N-R14E, HILL COUNTY, MONTANA, AS
A 160-ACRE PERMANENT SPACING UNIT
FOR THE EAGLE FORMATION AND TO DRILL
AN EAGLE FORMATION GAS WELL 1100' FSL
AND 1100' FWL OF SAID SECTION 23 WITH A
75-FOOT TOLERANCE IN ANY DIRECTION FOR
TOPOGRAPHIC REASONS AS AN AMENDMENT
TO THE BROWN'S COULEE FIELD RULES
ESTABLISHED BY BOARD ORDERS 7-74, 95-98 AND 4-99.

ORDER NO. 215-2003

Docket No. 264-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of J. Burns Brown Operating Company is granted as applied for.

BOARD ORDER NO. 215-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
J. BURNS BROWN OPERATING COMPANY
TO DRILL AN ADDITIONAL EAGLE GAS WELL
IN SECTION 13, T34N-R18E, BLAINE COUNTY,
MONTANA, 1100' FSL AND 900' FEL OF SAID
SECTION 13 WITH A 75-FOOT TOLERANCE IN
ANY DIRECTION FOR TOPOGRAPHIC REASONS
AND TO PRODUCE EAGLE GAS FROM ITS
KLEINJAN 13-34-18B WELL LOCATION 2250' FSL
AND 1272' FEL OF SAID SECTION 13 AS EXCEPTIONS
TO A.R.M. 36.22.702.

ORDER NO. 216-2003

Docket No. 265-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity present evidence, oral and documentary.

2. The evidence indicates that granting the application in the manner herein set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that applicant is authorized to drill an additional Eagle gas well in Section 13, T34N-R18E, Blaine County, Montana, 1100' FSL and 900' FEL of said Section 13 with a 75-foot tolerance in any direction for topographic reasons and to produce Eagle gas from its Kleinjan 13-34-18B well located 2250' FSL and 1272' FEL of said Section 13 as exceptions to A.R.M. 36.22.702.

BOARD ORDER NO. 216-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at
Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
ENCORE OPERATING, L.P. TO DRILL AND
PRODUCE THE PENNEL UNIT 21-27BH HORIZONTAL
WELL WITH A SURFACE LOCATION 1567' FWL
AND 985' FNL OF SECTION 27, T7N-R60E AND A
BOTTOM HOLE LOCATION 313' FEL AND 2221' FSL
OF SECTION 22, T7N-R60E, FALLON COUNTY, MONTANA,
AS AN EXCEPTION TO BOARD ORDERS 24-68 AND 74-99.

ORDER NO. 217-2003

Docket No. 266-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.

2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Encore Operating, L.P. is granted as applied for.

BOARD ORDER NO. 217-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
ENCORE OPERATING, L.P. TO CONVERT ITS
CABIN CREEK 31-18 WELL IN SECTION 18,
T10N-R58E, IN CABIN CREEK FIELD, FALLON
COUNTY, MONTANA, TO A MISSION CANYON
SALTWATER DISPOSAL WELL. AN AQUIFER
EXEMPTION WILL BE REQUESTED SINCE THE
MISSION CANYON INJECTION ZONE CONTAINS
WATER WITH LESS THAN 10,000 PPM TOTAL
DISSOLVED SOLIDS.

ORDER NO. 218-2003

Docket No. 267-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Encore Operating, L.P. is granted as applied for.

BOARD ORDER NO. 218-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
ENCORE OPERATING, L.P. TO CONVERT ITS
SOUTH PINE 32-16A WELL IN SECTION 16,
T11N-R57E, IN SOUTH PINE FIELD, WIBAUX
COUNTY, MONTANA, TO A MISSION CANYON
SALTWATER DISPOSAL WELL. AN AQUIFER
EXEMPTION WILL BE REQUESTED SINCE THE
MISSION CANYON INJECTION ZONE CONTAINS
WATER WITH LESS THAN 10,000 PPM TOTAL
DISSOLVED SOLIDS.

ORDER NO. 219-2003

Docket No. 268-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the Conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Encore Operating, L.P. is granted as applied for.

BOARD ORDER NO. 219-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
ENCORE OPERATING, L.P. TO CONVERT ITS
SOUTH PINE 43X-15AR WELL IN SECTION 15,
T11N-R57E, IN SOUTH PINE FIELD, WIBAUX
COUNTY, MONTANA, TO A MISSION CANYON
SALTWATER DISPOSAL WELL. AN AQUIFER
EXEMPTION WILL BE REQUESTED SINCE THE
MISSION CANYON INJECTION ZONE CONTAINS
WATER WITH LESS THAN 10,000 PPM TOTAL
DISSOLVED SOLIDS.

ORDER NO. 220-2003

Docket No. 269-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Encore Operating, L.P. is granted as applied for.

BOARD ORDER NO. 220-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
ENCORE OPERATING, L.P TO CONVERT ITS
SOUTH PINE 34-09A WELL IN SECTION 9,
T11N-R57E, IN SOUTH PINE FIELD, WIBAUX
COUNTY, MONTANA, TO A MISSION CANYON
SALTWATER DISPOSAL WELL. AN AQUIFER
EXEMPTION WILL BE REQUESTED SINCE THE
MISSION CANYON INJECTION ZONE CONTAINS
WATER WITH LESS THAN 10,000 PPM TOTAL
DISSOLVED SOLIDS.

ORDER NO. 221-2003

Docket No. 270-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.

2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Encore Operating, L.P. is granted as applied for.

BOARD ORDER NO. 221-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
ENCORE OPERATING, L.P. TO CONVERT ITS
LITTLE BEAVER EAST 24X-27H WELL IN
SECTION 27, T5N-R61E, IN LITTLE BEAVER
EAST FIELD, FALLON COUNTY, MONTANA,
TO A HORIZONTAL RED RIVER INJECTION WELL.

ORDER NO. 222-2003

Docket No. 271-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.

2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Encore Operating, L.P. is granted as applied for.

BOARD ORDER NO. 222-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
ENCORE OPERATING, L.P. TO CONVERT ITS
LITTLE BEAVER EAST 32X-34RH WELL IN
SECTION 34, T5N-R61E, IN LITTLE BEAVER
EAST FIELD, FALLON COUNTY, MONTANA,
TO A HORIZONTAL RED RIVER INJECTION WELL.

ORDER NO. 223-2003

Docket No. 272-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.

2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Encore Operating, L.P. is granted as applied for.

BOARD ORDER NO. 223-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
ENCORE OPERATING, L.P. FOR A CLASS II
INJECTION PERMIT FOR CERTAIN LANDS
IN FALLON COUNTY, MONTANA. PRODUCED
FIELD SALTWATER, MISSION CANYON
SOURCE WATER, AND COMPRESSED AIR WILL
BE INJECTED. INJECTION WILL OCCUR INTO
THE SILURO-ORDOVICIAN FORMATION AT
A DEPTH BELOW APPROXIMATELY 8,000 FEET.
AN AQUIFER EXEMPTION WILL NOT BE REQUESTED
AS THE PROPOSED INJECTION ZONE CONTAINS
WATER WITH GREATER THAN 10,000 PPM TOTAL
DISSOLVED SOLIDS. [LITTLE BEAVER AND LITTLE
BEAVER EAST FIELDS]

ORDER NO. 224-2003

Docket No. 273-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Encore Operating, L.P. is granted a Class II injection permit for the following described lands in Fallon County, Montana:

BOARD ORDER NO. 224-2003

Township	Range	Section	Location
4N	61E	1	Lots 1, 2, 3, 4, S½ (All)
4N	61E	2	Lots 1, 2, 3, 4, SE¼SW¼ (All)
4N	61E	3	Lots 1, 2, 3, SE¼
4N	61E	10	NE¼SE¼, N½NE¼, SE¼NE¼
4N	61E	11	All
4N	61E	12	All
4N	61E	13	All
4N	61E	14	E½, E½NW¼
4N	61E	23	NE¼NE¼
4N	61E	24	N½, SE¼, N½SW¼, SE¼SW¼
4N	61E	25	N½NE¼, SE¼NE¼
4N	62E	5	Lots 1, 2, 3, 4, 5, SW¼ (All)
4N	62E	6	Lots 1, 2, 3, 4, S½ (All)
4N	62E	7	All
4N	62E	8	Lots 1, 2, 3, 4, W½ (All)
4N	62E	17	Lots 1, 2, 3, 4, W½ (All)
4N	62E	18	All
4N	62E	19	All
4N	62E	20	Lots 1, 2, 3, 4, W½ (All)
4N	62E	29	Lots 1, 2, 3, 4, W½ (All)
4N	62E	30	N½, NE¼SW¼, SE¼
4N	62E	31	SE¼NE¼, N½NE¼
4N	62E	32	Lots 3, 4, NW¼SW¼, E½SW¼
4N	62E	32	Lots 1, 2, NW¼
5N	60E	1	All
5N	60E	3	E½
5N	60E	10	E½
5N	60E	11	All
5N	60E	12	All
5N	60E	13	All
5N	60E	14	All
5N	60E	15	E½
5N	60E	23	All
5N	60E	24	All
5N	60E	25	All
5N	60E	26	NE¼
5N	60E	36	E½
5N	60E	2	All
5N	61E	4	Lots 3, 4, S½NW¼, N½SW¼, S½SW¼, W½SE¼
5N	61E	5	All
5N	61E	6	All
5N	61E	7	All
5N	61E	8	All
5N	61E	9	All
5N	61E	10	W½SW¼
5N	61E	15	W½, W½SE¼
5N	61E	16	All
5N	61E	17	All
5N	61E	18	All
5N	61E	19	All

BOARD ORDER NO. 224-2003

Township	Range	Section	Location
5N	61E	20	All
5N	61E	21	All
5N	61E	22	All
5N	61E	23	Lots 3, 4
5N	61E	26	Lots 1, 2, 3, 4 (All)
5N	61E	27	All
5N	61E	28	All
5N	61E	29	All
5N	61E	30	All
5N	61E	31	All
5N	61E	32	All
5N	61E	33	All
5N	61E	34	All
5N	61E	35	Lots 1, 2, 3, 4 (All)
6N	60E	34	SE $\frac{1}{4}$
6N	60E	35	All
6N	60E	36	All
6N	61E	31	All
6N	61E	32	All
6N	61E	33	W $\frac{1}{2}$ SW $\frac{1}{4}$

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
KLABZUBA OIL & GAS, INC. TO DRILL AN
ADDITIONAL EAGLE SAND FORMATION
GAS WELL 1827' FNL AND 2523' FEL OF
SECTION 12, T25N-R18E, BLAINE COUNTY,
MONTANA, WITH A 25-FOOT TOLERANCE IN
ANY DIRECTION FOR TOPOGRAPHIC REASONS
AS AN EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 225-2003

Docket No. 274-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.

2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Klabzuba Oil & Gas, Inc. is granted as applied for.

BOARD ORDER NO. 225-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
KLABZUBA OIL & GAS, INC. TO DRILL AN
ADDITIONAL EAGLE SAND FORMATION GAS
WELL 612' FNL AND 1843' FWL OF SECTION 1,
T26N-R16E, CHOUTEAU COUNTY, MONTANA,
WITH A 25-FOOT TOLERANCE IN ANY DIRECTION
FOR TOPOGRAPHIC REASONS AS AN EXCEPTION
TO A.R.M. 36.22.702.

ORDER NO. 226-2003

Docket No. 275-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.

2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Klabzuba Oil & Gas, Inc. is granted as applied for.

BOARD ORDER NO. 226-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION
KLABZUBA OIL & GAS, INC. TO DRILL AN
ADDITIONAL EAGLE SAND FORMATION
GAS WELL IN SECTION 15, T26N-R16E,
CHOUTEAU COUNTY, MONTANA, 1946' FSL
AND 2483' FWL WITH A 25-FOOT TOLERANCE
IN ANY DIRECTION FOR TOPOGRAPHIC
REASONS AS AN EXCEPTION TO BOARD
ORDER 94-2002.

ORDER NO. 227-2003

Docket No. 277-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.

2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Klabzuba Oil & Gas, Inc. is granted as applied for.

BOARD ORDER NO. 227-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION
KLABZUBA OIL & GAS, INC. TO DRILL
AN ADDITIONAL EAGLE SAND FORMATION
GAS WELL IN SECTION 5, T35N-R16E, HILL
COUNTY, MONTANA, 820' FNL AND 2150' FWL
WITH A 100-FOOT TOLERANCE IN ANY DIRECTION
FOR TOPOGRAPHIC REASONS AS AN EXCEPTION
TO A.R.M. 36.22.702.

ORDER NO. 228-2003

Docket No. 279-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Board Orders 141-1997 and 48-2001 are vacated.

IT IS FURTHER ORDERED that the word "additional" in the application is stricken and applicant is authorized to drill the Eagle Sand Formation gas well at the location requested.

BOARD ORDER NO. 228-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
KLABZUBA OIL & GAS, INC. TO DESIGNATE
THE S½ OF SECTION 7, T25N-R19E, BLAINE
COUNTY, MONTANA, AS A TEMPORARY
SPACING UNIT FOR EAGLE SAND FORMATION
PRODUCTION AND TO DRILL AN EAGLE SAND
FORMATION GAS WELL 1297' FSL AND 2544' FEL
OF SAID SECTION 7 WITH A 25-FOOT TOLERANCE
FOR TOPOGRAPHIC REASONS AS AN EXCEPTION
TO A.R.M. 36.22.702.

ORDER NO. 229-2003

Docket No. 280-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Klabzuba Oil & Gas, Inc. is granted as applied for.

BOARD ORDER NO. 229-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
KLABZUBA OIL & GAS, INC. TO DESIGNATE
THE S½ OF SECTION 28 AND THE N½ OF
SECTION 33, T33N-R13E, HILL COUNTY, MONTANA,
AS A TEMPORARY SPACING UNIT FOR EAGLE SAND
FORMATION PRODUCTION AND TO DRILL AN
EAGLE SAND FORMATION GAS WELL 400' FNL
AND 1320' FWL OF SAID SECTION 33 WITH A
100-FOOT TOLERANCE FOR TOPOGRAPHIC
REASONS AS AN EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 230-2003

Docket No. 281-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Klabzuba Oil & Gas, Inc. is granted as applied for.

BOARD ORDER NO. 230-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION
OF KLABZUBA OIL & GAS, INC. TO
DESIGNATE THE S½ OF SECTION 18
AND THE N½ OF SECTION 19, T36N-R16E,
HILL COUNTY, MONTANA, AS A TEMPORARY
SPACING UNIT FOR JUDITH RIVER FORMATION
PRODUCTION AND TO DRILL A JUDITH RIVER
FORMATION GAS WELL 535' FSL AND 2435' FEL
OF SAID SECTION 18 WITH A 25-FOOT TOLERANCE
FOR TOPOGRAPHIC REASONS AS AN EXCEPTION
TO A.R.M. 36.22.702.

ORDER NO. 231-2003

Docket No. 282-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Klabzuba Oil & Gas, Inc. is granted as applied for.

BOARD ORDER NO. 231-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION
OF HEADINGTON OIL, LIMITED PARTNERSHIP
TO DESIGNATE SECTIONS 25 AND 36, T25N-R53E,
RICHLAND COUNTY, MONTANA, AS A TEMPORARY
SPACING UNIT AND TO DRILL UP TO TWO
DUAL-LATERAL HORIZONTAL BAKKEN FORMATION
WELLS AND AUTHORIZING SAID WELLS TO BE LOCATED
ANYWHERE WITHIN SUCH TEMPORARY SPACING UNIT
BUT NOT CLOSER THAN 660 FEET TO THE BOUNDARIES
THEREOF.

ORDER NO. 232-2003

Docket No. 285-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Headington Oil, Limited Partnership is granted as applied for.

BOARD ORDER NO. 232-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION
OF CONTINENTAL RESOURCES, INC. TO
CREATE A TEMPORARY SPACING UNIT
COMPRISED OF ALL OF SECTIONS 10 AND 15,
T23N-R56E, RICHLAND COUNTY, MONTANA,
FOR THE DRILLING OF UP TO TWO MULTI-LATERAL
HORIZONTAL WELLS IN THE BAKKEN FORMATION
AND AUTHORIZING SAID WELLS TO BE LOCATED
ANYWHERE WITHIN SAID SPACING UNIT BUT NOT
LESS THAN 660 FEET TO THE PROPOSED TEMPORARY
SPACING UNIT BOUNDARY.

ORDER NO. 233-2003

Docket No. 289-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Continental Resources, Inc. is granted as applied for.

BOARD ORDER NO. 233-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION
OF CONTINENTAL RESOURCES, INC.
TO CREATE A TEMPORARY SPACING UNIT
COMPRISED OF ALL OF SECTION 32,
T24N-R56E AND ALL OF SECTION 5,
T23N-R56E, RICHLAND COUNTY, MONTANA,
FOR DRILLING OF UP TO TWO MULTI-LATERAL
HORIZONTAL WELLS IN THE BAKKEN FORMATION
AND AUTHORIZING SAID WELLS TO BE LOCATED
ANYWHERE WITHIN SAID SPACING UNIT BUT NOT
LESS THAN 660 FEET TO THE PROPOSED TEMPORARY
SPACING UNIT BOUNDARY.

ORDER NO. 234-2003

Docket No. 295-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Continental Resources, Inc. is granted as applied for.

BOARD ORDER NO. 234-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
DEVON LOUISIANA CORPORATION TO DRILL
AN ADDITIONAL EAGLE-VIRGELLE
FORMATION GAS WELL ANYWHERE WITHIN
THE SPACING UNIT COMPRISED OF THE E½
OF SECTION 22, T27N-R15E, CHOUTEAU COUNTY,
MONTANA, BUT NOT CLOSER THAN 660 FEET TO
THE BOUNDARIES THEREOF AS AN EXCEPTION
TO BOARD ORDER 26-74. [BULLWACKER FIELD]

ORDER NO. 235-2003

Docket No. 302-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.

2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Devon Louisiana Corporation is granted as applied for.

BOARD ORDER NO. 235-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
DEVON LOUISIANA CORPORATION TO DRILL
AN ADDITIONAL EAGLE-VIRGELLE FORMATION
GAS WELL ANYWHERE WITHIN THE SPACING
UNIT COMPRISED OF THE N½ OF SECTION 27,
T27N-R15E, CHOUTEAU COUNTY, MONTANA,
BUT NOT CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF AS AN EXCEPTION
TO BOARD ORDER 26-74. [BULLWACKER FIELD]

ORDER NO. 236-2003

Docket No. 303-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.

2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Devon Louisiana Corporation is granted as applied for.

BOARD ORDER NO. 236-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
DEVON LOUISIANA CORPORATION TO DRILL
AN ADDITIONAL EAGLE-VIRGELLE FORMATION
GAS WELL ANYWHERE WITHIN THE SPACING
UNIT COMPRISED OF THE S½ OF SECTION 28,
T27N-R15E, CHOUTEAU COUNTY, MONTANA,
BUT NOT CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF AS AN EXCEPTION
TO BOARD ORDER 26-74. [BULLWACKER FIELD]

ORDER NO. 237-2003

Docket No. 304-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Devon Louisiana Corporation is granted as applied for.

BOARD ORDER NO. 237-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
DEVON LOUISIANA CORPORATION TO DRILL
AN ADDITIONAL EAGLE-VIRGELLE FORMATION
GAS WELL ANYWHERE WITHIN THE SPACING
UNIT COMPRISED OF THE S½ OF SECTION 30,
T27N-R16E, CHOUTEAU COUNTY, MONTANA,
BUT NOT CLOSER THAN 330 FEET TO THE
BOUNDARIES THEREOF AS AN EXCEPTION
TO BOARD ORDER 26-74. [BULLWACKER FIELD].

ORDER NO. 238-2003

Docket No. 305-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Devon Louisiana Corporation is granted as applied for.

BOARD ORDER NO. 238-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
DEVON LOUISIANA CORPORATION TO DRILL
AN ADDITIONAL EAGLE-VIRGELLE FORMATION
GAS WELL ANYWHERE WITHIN THE SPACING
UNIT COMPRISED OF THE S½ OF SECTION 21,
T27N-R16E, CHOUTEAU COUNTY, MONTANA,
BUT NOT CLOSER THAN 550 FEET TO THE
BOUNDARIES THEREOF AS AN EXCEPTION
TO BOARD ORDER 26-74. [BULLWACKER FIELD]

CORRECTED
ORDER NO. 239-2003

Docket No. 306-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Devon Louisiana Corporation is granted as applied for except the well must be located not closer than 550 feet to the boundaries of the spacing unit.

CORRECTED BOARD ORDER NO. 239-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
DEVON LOUISIANA CORPORATION TO DRILL
AN EAGLE-VIRGELLE FORMATION GAS WELL
ANYWHERE WITHIN THE SPACING UNIT
COMPRISED OF THE E½ OF SECTION 33, T27N-R17E,
CHOUTEAU COUNTY, MONTANA, BUT NOT CLOSER
THAN 500 FEET TO THE BOUNDARIES THEREOF AS
AN EXCEPTION TO BOARD ORDER 26-74.
[BULLWACKER FIELD]

ORDER NO. 240-2003

Docket No. 307-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Devon Louisiana Corporation is granted as applied for.

IT IS FURTHER ORDERED that a federal communitization agreement for spacing units which contain both federal and non-federal land shall be submitted to the authorized officer of the Bureau of Land Management prior to or upon completion of a producible well.

BOARD ORDER NO. 240-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
DEVON LOUISIANA CORPORATION TO DRILL
AN ADDITIONAL EAGLE SAND FORMATION
GAS WELL IN EACH QUARTER-SECTION
SPACING UNIT IN SECTION 19, T30N-R16E,
HILL COUNTY, MONTANA, WITH EACH SAID
WELL TO BE LOCATED ANYWHERE WITHIN
ITS RESPECTIVE SPACING UNIT BUT NOT CLOSER
THAN 660 FEET TO THE BOUNDARIES THEREOF
AS AN EXCEPTION TO BOARD ORDERS 10-70 AND 66-91.
[TIGER RIDGE FIELD]

ORDER NO. 241-2003

Docket No. 308-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Devon Louisiana Corporation is granted as applied for.

BOARD ORDER NO. 241-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
ATHENA ENERGY, LLC TO ENLARGE THE
GRANDVIEW FIELD IN LIBERTY COUNTY,
MONTANA, BY ADDING THERETO ALL OF
SECTION 17, T34N-R4E.

ORDER NO. 242-2003

Docket No. 310-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the Grandview Field in Liberty County, Montana, is enlarged by adding thereto all of Section 17, T34N-R4E.

IT IS FURTHER ORDERED that a federal communitization agreement for spacing units which contain both federal and non-federal land shall be submitted to the authorized officer of the Bureau of Land Management prior to or upon completion of a producible well.

BOARD ORDER NO. 242-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
ATHENA ENERGY LLC TO DESIGNATE THE
W $\frac{1}{2}$ NE $\frac{1}{4}$ AND SE $\frac{1}{4}$ OF SECTION 8, T34N-R4E,
LIBERTY COUNTY, MONTANA, AS A
PERMANENT SPACING UNIT WITHIN THE
GRANDVIEW FIELD AND TO DRILL AND
PRODUCE TWO NATURAL GAS WELLS WITHIN
SAID REQUESTED PERMANENT SPACING UNIT
AND TWO NATURAL GAS WELLS WITHIN THE
EXISTING PERMANENT SPACING UNIT
CONSISTING OF THE W $\frac{1}{2}$ OF SAID SECTION 8.

ORDER NO. 243-2003

Docket No. 311-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Athena Energy, LLC is granted.

IT IS FURTHER ORDERED that there be 1320 feet between wells in the same zone, formation or horizon.

BOARD ORDER NO. 243-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE AMENDED APPLICATION
OF ATHENA ENERGY L.L.C. TO DELINEATE PORTIONS
OF SECTION 6, T36N-R10E, SECTION 36, T37N-R9E, AND
SECTION 31, T37N-R10E, CONTAINING 158.57 ACRES,
MORE OR LESS, IN HILL COUNTY, MONTANA, AS A
PERMANENT SPACING UNIT FOR PRODUCTION OF
BLACKLEAF FORMATION NATURAL GAS FROM ITS
PATRICK #21-6 WELL. SHOULD THE BOARD APPROVE
THE REQUESTED PERMANENT SPACING UNIT, THE REMAINING
ACREAGE IN SECTION 6 DESCRIBED ABOVE WILL
BE UNSPACED. IN THAT INSTANCE, APPLICANT
REQUESTS THAT THE BOARD DESIGNATE THE REMAINING
LANDS IN SECTION 6 AS SEPARATE TEMPORARY
SPACING UNITS FOR DRILLING WELLS TO TEST FOR THE
PRESENCE OF NATURAL GAS FROM ZONES, FORMATIONS
OR HORIZONS LYING ABOVE THE BASE OF THE RIERDON
FORMATION.

ORDER NO. 244-2003

Docket No. 216-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the following lands are designated as a permanent spacing unit for production of Blackleaf Formation natural gas from the Patrick #21-6 well:

TOWNSHIP 36N-R10E

Section 6: Lot 2 (NW $\frac{1}{4}$ NE $\frac{1}{4}$) and Lot 3 (NE $\frac{1}{4}$ NW $\frac{1}{4}$)
Containing 78.55 acres, more or less

TOWNSHIP 37N-R9E

Section 36: SE $\frac{1}{4}$ SE $\frac{1}{4}$
Containing 40.00 acres, more or less

TOWNSHIP 37N-R10E

Section 31: Lot 4 (SW $\frac{1}{4}$ SW $\frac{1}{4}$)
Containing 40.02 acres, more or less

BOARD ORDER NO 244-2003

IT IS FURTHER ORDERED that the following remaining acreage in Section 6 is designated as separate temporary spacing units for drilling wells to test for the presence of natural gas from all zones, formations and horizons lying above the base of the Rierdon Formation.

TOWNSHIP 36N-R10E

Section 6: Lot 4 (NW $\frac{1}{4}$ NW $\frac{1}{4}$), Lot 5 (SW $\frac{1}{4}$ NW $\frac{1}{4}$), SE $\frac{1}{4}$ NW $\frac{1}{4}$

Containing 104.64 acres, more or less

TOWNSHIP 36N-R10E

Section 6: Lot 1 (NE $\frac{1}{4}$ NE $\frac{1}{4}$), S $\frac{1}{2}$ NE $\frac{1}{4}$

Containing 119.01 acres, more or less

TOWNSHIP 36N-R10E

Section 6: Lot 6 (NW $\frac{1}{4}$ SW $\frac{1}{4}$), E $\frac{1}{2}$ SW $\frac{1}{4}$

Containing 112.81 acres, more or less

TOWNSHIP 36N-R10E

Section 6: SE $\frac{1}{4}$

Containing 160.00 acres, more or less

IT IS FURTHER ORDERED that there be 660-foot setbacks for wells in the temporary spacing units.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF
HEADINGTON OIL, LIMITED PARTNERSHIP
TO DESIGNATE THE S½ AND NE¼ OF
SECTION 29 AND ALL OF SECTION 32,
T24N-R55E, RICHLAND COUNTY, MONTANA,
AS A TEMPORARY SPACING UNIT FOR
DRILLING UP TO TWO HORIZONTAL WELLS
IN THE BAKKEN FORMATION AND
AUTHORIZING SAID WELLS TO BE LOCATED
ANYWHERE WITHIN SUCH TEMPORARY
SPACING UNIT BUT NOT CLOSER THAN
660 FEET TO THE BOUNDARIES THEREOF.

ORDER NO. 245-2003

Docket No. 241-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 7th day of August 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Headington Oil, Limited Partnership is granted as applied for.

IT IS FURTHER ORDERED that a federal communitization agreement for spacing units which contain both federal and non-federal land shall be submitted to the authorized officer of the Bureau of Land Management prior to or upon completion of a producible well.

BOARD ORDER NO. 245-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 7th day of August 2003.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

